

**OFFICE OF THE ATTORNEY GENERAL
CASH ACCOUNT INFORMATION
October 01, 2013 thru December 31, 2013**

RECEIPTS

CASE	AMOUNT	USES
National Credit Adjusters, LLC	\$ 66,666.66	CE&E
Affinion Group, Inc.	250,000.00	CE&E
Premiere Debt Solutions	2,000.00	CE&E
Google Sarfari	272,779.20	CE&E
Caremark, Inc.	110,735.72	Medicaid Trust Fund/Relator
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	\$ 702,181.58	

DISBURSEMENTS

CASE	AMOUNT	PURPOSES
Caremark, Inc.	\$ 11,073.57	see attached report
Caremark, Inc.	99,662.15	see attached report
GSK/Avandia	14,256.68	2013 Law Enforcement Summit
GSK/Avandia	3,500.00	Safe School Conference
GSK/Avandia	64,800.00	Consumer Tracking System
GSK/Avandia	5,383.07	Cyber Crimes
GSK/Avandia	653.39	FOIA Roadshow
GSK/Avandia	22,925.04	Got Your Back Initiative
GSK/Avandia	106,485.70	Mayflower Oil Spill
GSK/Avandia	1,233.01	Professional Fees and Services
GSK/Avandia	346,247.41	Renovation Expense
Toyota Motor Corporation	26,033.37	Got Your Back Initiative
Toyota Motor Corporation	3,025.52	Professional Fees and Services
Toyota Motor Corporation	126,764.74	Mayflower Oil Spill
Toyota Motor Corporation	250,000.00	Renovation Expense
Lender Processing Services	658.53	2013 Law Enforcement Summit
Lender Processing Services	5,177.50	Consumer Compliant Forms
Lender Processing Services	2,946.45	Cyber Crimes
Lender Processing Services	162,654.83	Got Your Back Initiative
Lender Processing Services	277,174.51	Mayflower Oil Spill
Lender Processing Services	50,348.56	Renovation Expense
Lender Processing Services	25.00	Subscriptions and Publications
Toyota Motor Corporation	50,000.00	see attached report
ARKANSAS PARKS AND TOURISM	50,000.00	
Lender Processing Services	65,991.37	see attached report
National Creditor Adjusters	34,008.63	see attached report
UALR SCHOOL OF LAW	100,000.00	
National Creditor Adjusters	100,000.00	see attached report
U OF A SCHOOL OF LAW FAYETTEVILLE	100,000.00	
National Creditor Adjusters	18,706.31	see attached report
AOL BILLING	31,293.69	see attached report

AR Economic Development Commission	50,000.00	
AOL Billing	25,293.30	see attached report
Toyota Motor Corporation	24,706.70	see attached report
ARKANSAS TECH UNIVERSITY	50,000.00	
Toyota Motor Corporation	50,000.00	see attached report
COMM ON LAW ENFORCE STAND/TRAIN	50,000.00	
Toyota Motor Corporation	10,000.00	see attached report
OFFICE OF PROSECUTOR COORDINATOR	10,000.00	
Pifizer, Inc. Lyrica Zybox	25,406.00	see attached report
Disposable Contact Lens	56.24	see attached report
Consumer Telecom, Inc.	28,000.00	see attached report
Toyota Motor Corporation	46,537.76	see attached report
Department of Human Services	100,000.00	
TOTAL DISBURSEMENTS	\$ 2,091,029.03	

Attorney General Quarterly Report Pursuant to Act 273 of 2012

Case Name of Court Order or Settlement Agreement and the amount of funds received by the Office of the Attorney General for each Court order or Settlement Agreement during the first quarter:

State of Arkansas ex rel., Dustin McDaniel v. National Credit Adjusters, Case No. 60-CV-2012-3396 (Pulaski County, Arkansas-2nd Division). \$66,666,66 recovered this quarter. Counsel for the Attorney General's Office negotiated and jointly drafted this agreement with opposing counsel. Once both sides agreed to specific language in the document it was submitted to the Court for review and approval.

State of Arkansas ex rel. Dustin McDaniel v. Affineon, Case No. 60-CV-13-4019 (Pulaski County, Arkansas-5th Division); \$250,000 recovered this quarter. Counsel for the Attorney General's Office negotiated and jointly drafted this agreement with opposing counsel. Once both sides agreed to specific language in the document it was submitted to the Court for review and approval.

In re: Google Inc.- \$272,779 recovered this quarter. Counsel for the Attorney General's Office and other State Attorneys General jointly drafted this agreement with opposing counsel.

In re: Premier Debt Solutions, et al. - \$2,000 recovered this quarter. Counsel for the Attorney General's Office negotiated and jointly drafted this agreement with opposing counsel.

United States et. al, ex rel. Ramadoss v. Caremark, CV-99-CA-0914 (W.D. Texas)- \$110,735.72 received. Counsel for five State Attorneys General, the US Department of Justice and counsel for Defendants jointly drafted this agreement.

Rationale for Expenditures

-The distributions that relate to "Got Your Back Arkansas" have been expended pursuant to the authority and obligation of the Consumer Protection Division to "promote consumer education" and "enforce" the provisions of the Arkansas Deceptive Trade Practices Act (Ark. Code Ann. §4-88-101 et seq.). The funds that were used to support these cases were from recoveries obtained in other consumer protection cases. There is no specific mention of "Got Your Back Arkansas" in the relevant orders.

-The distribution that relates to the Consumer Complaint Tracking System Development was made to assist the Attorney General's Office to modernize the way consumer complaints are received and mediated. Currently, consumer complaints are primarily received in hard copy paper form. This new system will allow the Attorney General's Office to go "paperless" which will allow the complaints to be handled with greater efficiency and at lower cost to the Office. The funds used to support this award came from the Pfizer litigation involving the prescription drugs, Lyrica and Zyxov. This case

focused on unapproved uses of those drugs, which caused significant public harm. There is no specific mention of the Consumer Complaint Tracking System in the relevant orders.

-The distribution for "Office Renovation Expenses" relates to the Attorney General's lease obligation and renovations pursuant to that lease obligation. The funds used to support this expenditure came from the GlaxoSmithKline case involving the drug, Avandia. This case focused on unapproved uses of those this drug, which caused significant public harm. There is no specific mention of the Attorney General's lease obligation in the relevant order

-The distributions related to the Caremark case relate to a multistate Medicaid fraud settlement involving Caremark that arose out of a joint lawsuit between the United States and five State Attorneys General. The funds were sent to the Medicaid Trust Fund and a portion of the state and federal recovery was sent to the individual ("relator") who notified the five States and DOJ about the underlying conduct.

-The distribution to Arkansas Parks and Tourism came from the Toyota Motor Corporation case. The Toyota Motor Corporation case focused on automobile safety measures designed to protect consumers. The purpose of the distribution was law enforcement education. There is no specific mention of Arkansas Parks and Tourism in the relevant order.

-The distribution to the UALR Bowen School of Law came from the Lender Processing case and the National Credit Adjusters case. The Lender Processing case focused on alleged mortgage servicing violations, which harmed Arkansas consumers while the National Credit Adjusters case focused on attempted collection of payday loan debt from Arkansas consumers. The purpose of the distribution was legal education and training. There is no specific mention of the UALR School of Law in the relevant orders.

- The distribution to the University of Arkansas School of Law came from the National Credit Adjusters case. The National Credit Adjusters case focused on focused on attempted collection of payday loan debt from Arkansas consumers. The purpose of the distribution was legal education and training. There is no specific mention of the University of Arkansas School of Law in the relevant order.

-The distributions to the Arkansas Economic Development Commission came from the National Credit Adjusters case and the AOL Billing case. The National Credit Adjusters case focused on attempted collection of payday loan debt from Arkansas consumers and the AOL Billing case focused on wrongful billing of Arkansas consumers. The purpose of the distribution was to support economic growth and development through education. There is no specific mention of the Arkansas Economic Development Commission in the relevant orders.

-The distribution to Arkansas Tech University came from the Toyota Motor Corporation case and the AOL Billing case. The Toyota Motor Corporation case focused on automobile safety measures designed to protect consumers and the AOL Billing case focused on wrongful billing of Arkansas

consumers. The purpose of the distribution was to support nursing education programs. There is no specific mention of Arkansas Tech University in the relevant order.

-The distribution to the Commission on Law Enforcement Standards and Training came from the Toyota Motor Corporation case. The Toyota Motor Corporation case focused on automobile safety measures designed to protect consumers. The purpose of the distribution was to support law enforcement education and training. There is no specific mention of the Commission on Law Enforcement Standards and Training in the relevant order.

-The distribution to the Office of the Prosecutor Coordinator came from the Toyota Motor Corporation case. The Toyota Motor Corporation case focused on automobile safety measures designed to protect consumers. The purpose of the distribution was to support education and training of prosecutors. There is no specific mention of the Office of the Prosecutor Coordinator in the relevant order.

-The distribution to the Department of Human Services- Division of Disability Services came from the Pfizer case involving the drug, Lyrica, the Disposable Contact Lens case, the Consumer Telecom, Inc. case, and the Toyota Motor Corporation case. The Pfizer case involving the drug, Lyrica, focused on the unapproved use of the drug, which caused significant public harm. The Disposable Contact Lens case was an antitrust case focused on consumers being overcharged for contact lens purchases. The Consumer Telecom, Inc. case focused on unauthorized billing for long distance telephone service. The Toyota Motor Corporation case focused on automobile safety measures designed to protect consumers. The purpose of the distribution was statewide disability education and services. There is no specific mention of DHS-DDS in the relevant orders.

-The rationale for other distributions is contained in the attached Excel spreadsheet.

Report of current balances of all unappropriated cash funds as of 1/15/14

General Cash Fund - \$35,821.48

Consumer Education and Enforcement - \$52,710.77

Clearing - \$942,587.48

Consumer Reimbursement - \$6,133.01

Petty Cash - \$1,424.48